



# **Transformation of Army Contracting**

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## What is the Army Contracting Agency?

- Created on 1 October 2002 as part of Army's Transformation Task Force 2
- Continuation of 1995 Functional Area Analysis (internal contracting consolidation)
- Consolidated installation and IT contracting under one HCA vs nine
- Focal point for contingency contracting
- Created to support Installation Management Agency and Network Techology Command and NACOMs





### **ACA 1st Year Accomplishments**

- Master Contract Suites
  - Netcom IT (Microsoft, cell phones & pagers)
  - IMA (security guards, furniture refurbishment)
- Awarded 40% more dollars with 5% less staff
- Achieved cost avoidance of \$37M while consolidating actions
- Establishment/Operation of Partnership Council
- Exceeded Small Business Goals
- Support to OEF/OIF in CONUS and overseas
- Excellent ICE Rating of 92%
- BMMP Pilot



#### Where Do We Need to Go in FY-04?

- Continue to evolve best enterprise business practices sample documents to be on web
- Continue contingency contracting transformation
- Look for innovations ask why not?
  - To improve mission support through contracting
  - To manage within available resources
- Become more efficient through reshaping
- Manage change QRAs, monthly VTCs, visits
- Embrace technology





#### **Customer Service**

- We are a customer service organization
   — without them we will not succeed: one team
- ACA measures its success by customer's satisfaction and mission success (using ICE)
- Our ultimate customer is the soldier
  - Contingency support
  - Good stewards of the public purse
  - Best value for support services





## Leveraging Technology

- Continue to use technology to maximize effectiveness of business processes
  - SPS
  - DoD Emall, office supplies, and toner
- How we are using AKO and Business Intelligence system: management tools
  - Analyze passively collected data
  - Detect trends
  - Manage workload

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#### AGB, AAGB, BMMP PILOT

- ACA is Army Executive Agent for SPS and business systems
- Director is AGB member, Co-chair AAGB
- Lead in BMMP spend analysis pilot; one of four selected by the DoD CIO to support the advancement of net-centric tenets
  - Lead the engineering of Business Objects including installation, development, report building, data services, application services (demo) and web portal
  - Prepare existing Army data warehouse and SPS scripts to support pilot
  - Conduct technical solution testing



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### **Spend Analysis Pilot**

#### Current Challenges

- The DoD currently has limited insight into what it buys and from whom
- Each military Service and Agency procures goods and services across the Department with little coordination between procurement offices that are purchasing the same or similar services
- Historical spend data resides in numerous disparate applications located throughout the Dod
- In addition, each Service / Agency has their own unique data dictionary

#### Pilot Solution

 This pilot develops a net-centric spend analysis capability that "pulls" data from disparate data sources, maps and transforms the data to a common model, and produces DoD enterprise spend reports

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## Partnership with Industry

- Outreach to improve business processes
  - Better business arrangements- mutually beneficial
  - Better contractor support through open dialogue
  - Work together to solve problems and remove barriers
- ACA FY04 Goal: Establish ACA/Industry Partnership Council





## How Will We Accomplish All These Things?

- Talented staff
- Further refinement of policies
- Communication and Teamwork
- Continuous dedication to process improvement
- Creativity and open mindedness
- Making maximum use of technology as a tool





## What is necessary to effect change?

- Streamline processes
  - Shorten lead times; use shared vehicles
- Effective advanced acquisition planning
- Do more with less by centralizing
  - Migrate large contracts to regional centers
  - Contract consolidation of like services/items
- Use technology as an enabler
  - Business Intelligence System (BMMP pilot)





#### Conclusion

- ACA has made significant progress in 1<sup>st</sup> year
- Learning from and coordinating with other government and industry partners key
- Challenges: reshaping, shifting missions, recruiting and training workforce
- People are ACAs most valuable asset